

Southern Steel Berhad
Unaudited Condensed Consolidated Statements of Comprehensive Income
RM'000

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/06/10	Preceding Year Corresponding Quarter 30/06/09	Current Year To Date 30/06/10	Preceding Year Corresponding Period To Date 30/06/09
Revenue	684,648	488,396	1,313,390	882,001
Cost of sales	<u>(589,969)</u>	<u>(477,865)</u>	<u>(1,147,634)</u>	<u>(915,024)</u>
Gross profit	94,679	10,531	165,756	(33,023)
Other operating expenses	(33,643)	(27,642)	(67,403)	(59,277)
Other operating income	5,314	4,351	9,513	8,555
Fair Value (Loss)/ Gain on other investment and forward Contract	(134)	-	561	-
Finance cost	(5,588)	(4,877)	(10,724)	(12,572)
Share of results of associated companies	<u>1,644</u>	<u>751</u>	<u>1,757</u>	<u>973</u>
Profit/(Loss) before taxation	62,272	(16,886)	99,460	(95,344)
Taxation	(7,663)	4,211	(10,368)	17,194
Profit/(Loss) for the period	<u>54,609</u>	<u>(12,675)</u>	<u>89,092</u>	<u>(78,150)</u>
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	<u><u>54,609</u></u>	<u><u>(12,675)</u></u>	<u><u>89,092</u></u>	<u><u>(78,150)</u></u>
Profit and Total Comprehensive Income Attributable to:				
Equity holders of the parent	54,609	(12,675)	89,092	(78,150)
Minority interests	-	-	-	-
Profit/(Loss) for the period	<u><u>54,609</u></u>	<u><u>(12,675)</u></u>	<u><u>89,092</u></u>	<u><u>(78,150)</u></u>
Earnings/(Loss) per share (SEN)				
- Basic and fully diluted	<u><u>13.0</u></u>	<u><u>(3.0)</u></u>	<u><u>21.2</u></u>	<u><u>(18.6)</u></u>

Southern Steel Berhad
Unaudited Condensed Consolidated Statement of Financial Position

	As At End of Current As at 30/06/10 RM'000	As At Preceding Financial Year Ended 31/12/09 Restated RM'000
NET ASSETS		
Non-Current Assets		
Property, plant & equipment	700,142	719,953
Goodwill on consolidation	48,991	48,991
Investments in associates	18,173	16,967
Other investments	1,911	788
	769,217	786,699
Current Assets		
Inventories	804,298	694,177
Receivables	227,803	236,348
Derivative financial instruments	216	-
Bank and cash balances	62,119	34,375
	1,094,436	964,900
Current Liabilities		
Payables	191,366	163,617
Short term borrowings	747,347	764,652
Current income tax liabilities	13,351	1,873
	952,064	930,142
Net Current Assets / (Liabilities)	142,372	34,758
Non-Current Liabilities		
Deferred tax liabilities	37,906	40,503
Other deferred liabilities	27,557	26,161
	65,463	66,664
Total Net Assets	846,126	754,793
EQUITY		
Share Capital	411,467	411,467
Reserves	434,659	343,326
Equity attributable to equity holders of the company	846,126	754,793
Minority Interest	-	-
Total Equity	846,126	754,793

Southern Steel Berhad
Unaudited Condensed Consolidated Statement of Cash Flow

	Current Period To Date 30/06/10 RM'000	Preceding Year Corresponding Period To Date 30/06/09 RM'000
OPERATING ACTIVITIES		
Profit / (Loss) before taxation	107,406	(95,344)
Adjustments for:		
Depreciation (and amortisation)	44,122	42,712
Interest expense	10,724	12,572
Share of results of associated companies	(1,757)	(973)
Provision for diminution in value of inventories	7,946	-
Net unrealised foreign exchange (gain)/ loss	(5,064)	5,114
Provisions for inventories, doubtful debts & others	(15,251)	(18,872)
Operating profit before working capital changes	<u>148,126</u>	<u>(54,791)</u>
Changes in working capital	(98,517)	460,364
Cash generated from operations	<u>49,609</u>	<u>405,573</u>
Retirement benefits/other provision paid	(626)	(1,032)
Interest paid	(10,819)	(13,504)
Income tax refund	22,428	327
Net cash flows from operating activities	<u>60,592</u>	<u>391,364</u>
INVESTING ACTIVITIES		
Dividend income	571	571
Purchase of property, plant & equipment	(22,736)	(50,367)
Others	1,911	265
Net cash used in investing activities	(20,254)	(49,531)
FINANCING ACTIVITIES		
Short term borrowings	(28,983)	(247,764)
Net change in cash and cash equivalents	11,355	94,069
Cash & cash equivalents at beginning of period	25,265	39,529
Cash & cash equivalents at end of period	<u>36,620</u>	<u>133,598</u>
Cash in hand and at bank	49,994	57,011
Short term deposits	12,125	91,328
Bank overdraft	(25,499)	(14,741)
	<u>36,620</u>	<u>133,598</u>

Southern Steel Berhad
Unaudited Condensed Consolidated Statements of Changes in Equity
RM'000

<----- Attributable to Equity Holders of SSB ----->

	Share Capital RM'000	Reserves RM'000	Retained Profit / (Accumulated Losses) RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
Balance at 01.01.09	411,467	65,902	281,211	758,580	-	758,580
Movements during the period	-	-	(78,150)	(78,150)	-	(78,150)
Balance at 30.06.09	<u>411,467</u>	<u>65,902</u>	<u>203,061</u>	<u>680,430</u>	-	<u>680,430</u>
Balance at 01.01.10	411,467	65,902	277,424	754,793	-	754,793
Effect of adopting FRS 139	-	-	2,241	2,241	-	2,241
Balance at 01.01.10 (As restated)	<u>411,467</u>	<u>65,902</u>	<u>279,665</u>	<u>757,034</u>	-	<u>757,034</u>
Movements during the period	-	-	89,092	89,092	-	89,092
Balance at 30.06.10	<u>411,467</u>	<u>65,902</u>	<u>368,757</u>	<u>846,126</u>	-	<u>846,126</u>